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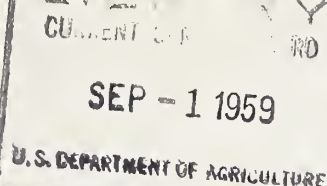
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FORT WAYNE MILK MARKET NEWS

Federal Milk Order No. 32  
U. S. Department of Agriculture  
Dairy Division  
Agricultural Marketing Service



Market Administrator  
507 Strauss Building  
809-11 S. Calhoun St.  
Fort Wayne 2, Indiana

Issued for Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. 3 No. 8

August, 1959

JULY UNIFORM PRICE \$3.56

Dairy farmers who delivered Fort Wayne Grade "A" milk to handlers subject to the Fort Wayne Milk order during July 1959, will receive a minimum uniform price of \$3.56 per hundredweight for milk testing 3.5%. A butterfat differential of 6.7 cents for each one-tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 4 and the class prices on page 3.

The \$3.56 price for July 1959, is 3 cents above the July 1958 price. It is 27 cents above the June 1959 price.

PRODUCTION AND UTILIZATION

Approved producers shipped 9,474,052 pounds of milk to the Fort Wayne market during July 1959, of which 5,000,853 pounds or 52.8% was utilized in Class I. Production was down 11.05% from June 1959, and down 5.96% from a year ago in July. Class I utilization of producer milk was down 1.5% from June 1959, but up 1.1% from July 1958.

There were 825 producers on the market for July 1959, which is 26 less than June 1959, and 54 less than in July a year ago. Average production per farm per day was 370 pounds of July 1959. Daily farm production for June 1959, and July 1958, was 417 pounds and 370 pounds, respectively. Other comparable market statistics will be found on pages 2 and 3.

AUGUST 1959, SUPPLY DEMAND ADJUSTMENT +10¢

The supply demand adjustment for August 1959, will be +10 cents. Total difference between the August Class II and Class I prices, therefore, will be \$1.25.

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UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

| <u>CLASS I MILK</u>                                         | <u>July 1959</u><br><u>Reported</u> |                  | <u>July 1958</u><br><u>Audited</u> |                  |
|-------------------------------------------------------------|-------------------------------------|------------------|------------------------------------|------------------|
|                                                             | <u>Milk Pounds</u>                  | <u>BF Pounds</u> | <u>Milk Pounds</u>                 | <u>BF Pounds</u> |
| Fluid Milk                                                  | 5,187,655                           | 183,234          | 5,311,511                          | 186,770          |
| Fortified Skim Milk                                         | 262,935                             | 3,940            | 204,235                            | 3,022            |
| Skim Milk                                                   | 51,339                              | 193              | 46,173                             | 117              |
| Buttermilk                                                  | 109,726                             | 999              | 79,718                             | 764              |
| Flavored Milk/Drink                                         | 240,208                             | 4,813            | 162,056                            | 3,096            |
| Cream Mixtures                                              | 104,167                             | 12,422           | 102,357                            | 12,735           |
| Light Cream                                                 | 17,676                              | 3,493            | 20,013                             | 3,975            |
| Heavy Cream                                                 | 8,022                               | 2,933            | 7,074                              | 2,540            |
| Sour Cream                                                  | 10,074                              | 1,860            | 8,081                              | 1,532            |
| Egg Nog                                                     | -0-                                 | -0-              | -0-                                | -0-              |
| Ice Cream Mix                                               | 4,040                               | 504              | 2,992                              | 368              |
| Sub Totals                                                  | 5,995,842                           | 214,391          | 5,944,210                          | 214,919          |
| Plus Unaccounted For                                        | 33,418                              | 2,420            | 2,606                              | 2,412            |
| Gross Total Class I Milk                                    | 6,029,260                           | 216,811          | 5,946,816                          | 217,331          |
| Less Other Source Receipts                                  | 1,028,407                           | 35,611           | 1,002,095                          | 36,153           |
| Less Overages                                               | -0-                                 | -0-              | -0-                                | -0-              |
| <u>CLASS I PRODUCER MILK IN POOL</u>                        | <u>5,000,853</u>                    | <u>181,200</u>   | <u>4,944,721</u>                   | <u>181,178</u>   |
| <u>CLASS II MILK</u>                                        |                                     |                  |                                    |                  |
| Used by Pool Plants in the<br>Manufacture of Class II Items | 4,517,424                           | 137,675          | 7,777,079                          | 163,159          |
| Sales to Non-Pool Manufacturing<br>Plants                   | 3,408,075                           | 161,502          | 3,088,368                          | 253,158          |
| Inventory Variation                                         | + 15,059                            | - 1,774          | - 24,089                           | - 18,902         |
| Dumped or Livestock Feed                                    | 16,691                              | 224              | 46,050                             | 105              |
| Class II Shrinkage                                          | 178,067                             | 8,826            | 120,983                            | 13,019           |
| Gross Total Class II Milk                                   | 8,135,316                           | 306,453          | 11,008,391                         | 410,569          |
| Less Other Source Receipts                                  | 3,662,083                           | 147,680          | 5,878,613                          | 231,483          |
| Less Overages                                               | 34                                  | 34               | -0-                                | -0-              |
| <u>CLASS II PRODUCER MILK IN POOL</u>                       | <u>4,473,199</u>                    | <u>158,739</u>   | <u>5,129,778</u>                   | <u>179,086</u>   |
| <u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>                  | <u>9,474,052</u>                    | <u>339,939</u>   | <u>10,074,499</u>                  | <u>360,264</u>   |

UTILIZATION PERCENTAGES

|                                        | <u>July 1959</u> |              | <u>July 1958</u> |              |
|----------------------------------------|------------------|--------------|------------------|--------------|
|                                        | <u>Milk</u>      | <u>B. F.</u> | <u>Milk</u>      | <u>B. F.</u> |
| Producer Milk Utilized in Class I      | 52.78            | 53.30        | 49.08            | 50.29        |
| Other Source Milk Utilized in Class I  | 21.93            | 19.43        | 14.56            | 13.51        |
| Producer Milk Utilized in Class II     | 47.22            | 46.70        | 50.92            | 49.71        |
| Other Source Milk Utilized in Class II | 78.07            | 80.57        | 85.44            | 86.49        |

AVERAGE TESTS

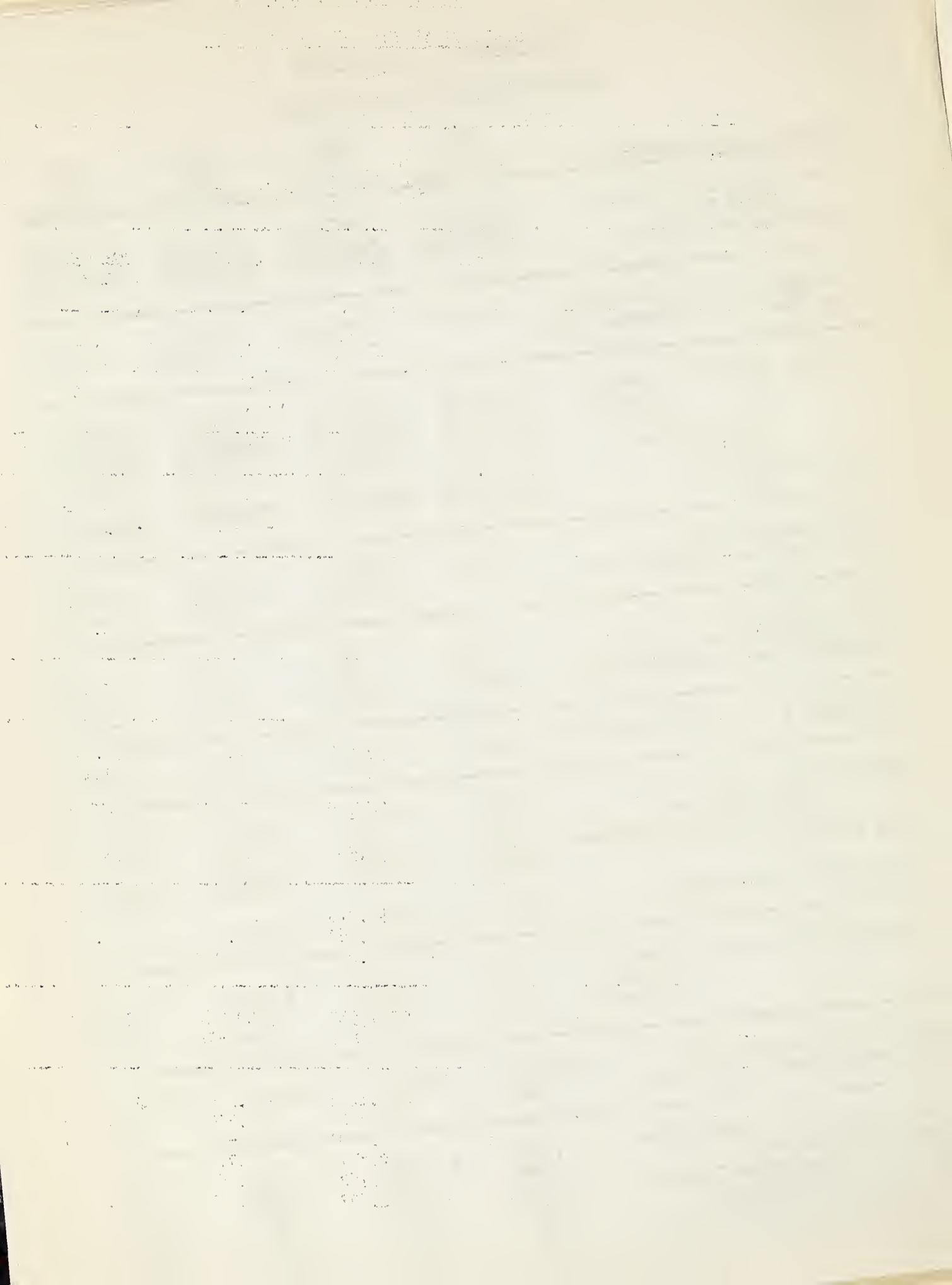
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|----------------------------------------|------|------|
| Average Test of Producer Milk Class I  | 3.62 | 3.66 |
| Average Test of Producer Milk Class II | 3.55 | 3.49 |
| Average Test of Total Producer Milk    | 3.59 | 3.58 |





STATISTICAL SUMMARY FOR JULY 1959

| Order No. 32, as Amended            | July<br>1959<br>Reported | June<br>1959<br>Reported | July<br>1958<br>Audited | July<br>1957<br>Audited |
|-------------------------------------|--------------------------|--------------------------|-------------------------|-------------------------|
| Gross: Class I Milk (Lbs.)          | 6,029,260                | 6,022,262                | 5,946,816               | 5,972,993               |
| Class II Milk                       | 8,135,316                | 9,769,931                | 11,008,391              | 11,919,086              |
| Total Gross Utilization             | 14,164,576               | 15,792,193               | 16,955,207              | 17,892,079              |
| Total Daily Class I Milk (Lbs.)     | 194,492                  | 200,742                  | 191,833                 | 192,677                 |
| Daily Class I Milk Compared With:   |                          | - 3.11%                  | + 1.39%                 | + 0.94%                 |
| Receipts: Producers Class I         | 5,000,853                | 5,075,153                | 4,944,721               | 4,891,774               |
| Class II                            | 4,473,199                | 5,575,823                | 5,129,778               | 4,976,920               |
| Total                               | 9,474,052                | 10,650,976               | 10,074,499              | 9,868,694               |
| Other Sources                       | 4,690,490                | 5,140,897                | 6,880,709               | 8,023,206               |
| Overages                            | 34                       | 320                      | -0-                     | 179                     |
| Total Receipts (Lbs.)               | 14,164,576               | 15,792,193               | 16,955,207              | 17,892,079              |
| Daily Production (Lbs.)             | 305,615                  | 355,033                  | 324,984                 | 318,345                 |
| Daily Production Compared With:     |                          | - 13.92%                 | - 5.96%                 | - 4.00%                 |
| Number of Producers                 | 825                      | 851                      | 879                     | 932                     |
| Daily Production per Farm (Lbs.)    | 370                      | 417                      | 370                     | 342                     |
| Producers' Average Butterfat Test   | 3.59%                    | 3.53%                    | 3.58%                   | 3.59%                   |
| Gross Class I Milk to Producer Milk | 63.6%                    | 56.5%                    | 59.0%                   | 60.5%                   |
| Class II Price (3.5%)               | \$2.897                  | \$2.891                  | \$2.877                 | \$3.078                 |
| Basic Adjustment                    | 1.15                     | .75                      | 1.15                    | 1.15                    |
| Supply-Demand Adjustment            | + .07                    | + .07                    | + .07                   | + .07                   |
| Class I Price                       | \$4.117                  | \$3.711                  | \$4.097                 | \$4.228                 |
| Uniform Blend Price (3.5%)          | \$3.56                   | \$3.29                   | \$3.53                  | \$3.66                  |
| Butterfat Differentials: Class I    | \$ .075                  | \$ .075                  | \$ .075                 | \$ .077                 |
| Class II                            | .067                     | .067                     | .066                    | .068                    |
| Producer                            | .067                     | .067                     | .066                    | .068                    |
| Pool Value of Producer Milk         | \$341,583                | \$352,452                | \$356,786               | \$367,066               |
| Value of Producer Milk per Farm     | 414                      | 414                      | 406                     | 394                     |
| Non-Fat Dried Milk Solids Price     | \$ .1264                 | \$ .1260                 | \$ .1254                | \$ .1416                |
| Cheedar Cheese Price                | .3266                    | .3269                    | .3356                   | .3508                   |
| 92-Score Butter Price, Chicago      | .5803                    | .5797                    | .5775                   | .5938                   |
| Mft. Pay Price (4 plants)           | 2.847                    | 2.775                    | 2.781                   | 2.894                   |
| Butter-Cheese Formula Price         | 2.752                    | 2.751                    | 2.756                   | 2.842                   |
| Butter-Skim Powder Formula Price    | 2.897                    | 2.891                    | 2.877                   | 3.078                   |





FEDERAL MILK MARKET ADMINISTRATOR  
FORT WAYNE INDIANA MARKETING AREA

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United States Secretary  
of Agriculture  
Order No. 32, as Amended

507 Strauss Building  
809-11 S. Calhoun St.  
Fort Wayne 2, Indiana

ANNOUNCEMENT AND COMPUTATION OF UNIFORM PRICE FOR JULY, 1959  
(Based on Reports of 7 Handlers)

Uniform Price \$3.56 / Cwt., for 3.5% Milk

ALLOCATION AND VALUE OF PRODUCER MILK

|                                       | <u>Pounds</u>    | <u>Value Cwt.</u> | <u>Total Value</u>  |
|---------------------------------------|------------------|-------------------|---------------------|
| Class I Butterfat                     | 181,200          | \$76.492          | \$138,603.51        |
| Skim                                  | <u>4,819,653</u> | 1.492             | <u>71,909.23</u>    |
| Product                               | 5,000,853        | <u>\$ 4.210</u>   | \$210,512.74        |
| Class II Butterfat                    | 158,739          | \$67.552          | \$107,231.35        |
| Skim                                  | <u>4,314,460</u> | 0.552             | <u>23,815.83</u>    |
| Product                               | <u>4,473,199</u> | <u>\$ 2.930</u>   | <u>\$131,047.18</u> |
| Total Producer Deliveries Pooled      | 9,474,052        | \$ 3.605          | \$341,559.92        |
| Add: Overage Value                    |                  | .000              | 22.97               |
|                                       |                  | <u>\$ 3.605</u>   | <u>\$341,582.89</u> |
| Add: Other Source Assessments         |                  | .001              | 32.27               |
| Total Value of Producer Milk          |                  | <u>\$ 3.606</u>   | <u>\$341,615.16</u> |
| Subtract: Butterfat Adjustment        |                  | .059              | 5,592.61            |
|                                       |                  | <u>\$ 3.547</u>   | <u>\$336,022.55</u> |
| Add: Cash Balance at August 10, 1959  |                  | .054              | 5,106.42            |
|                                       |                  | <u>\$ 3.601</u>   | <u>\$341,128.97</u> |
| Subtract: Reserve (between 4¢ and 5¢) |                  | .041              | 3,852.72            |
| Announced 3.5% Uniform Price          |                  | <u>\$ 3.56</u>    | <u>\$337,276.25</u> |

IMPORTANT: The announced uniform price of \$3.56 cwt., is subject to a butterfat differential of \$.067 cwt., for each 1/10 of 1% butterfat content variance from 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

PRODUCER UNIFORM PRICES AT BUTTERFAT TEST FOR JULY, 1959  
(F. O. B. Fort Wayne, Indiana)

| <u>Test</u> | <u>Price</u> | <u>Test</u> | <u>Price</u> | <u>Test</u> | <u>Price</u> | <u>Test</u> | <u>Price</u> |
|-------------|--------------|-------------|--------------|-------------|--------------|-------------|--------------|
| 3.25        | \$3.3925     | 3.75        | \$3.7275     | 4.35        | \$4.1295     | 4.95        | \$4.5315     |
| 3.30        | 3.4260       | 3.80        | 3.7610       | 4.40        | 4.1630       | 5.00        | 4.5650       |
| 3.35        | 3.4595       | 3.85        | 3.7945       | 4.45        | 4.1965       | 5.05        | 4.5985       |
| 3.40        | 3.4930       | 3.90        | 3.8280       | 4.50        | 4.2300       | 5.10        | 4.6320       |
| 3.45        | 3.5265       | 3.95        | 3.8615       | 4.55        | 4.2635       | 5.15        | 4.6655       |
|             |              | 4.00        | 3.8950       | 4.60        | 4.2970       | 5.20        | 4.6990       |
| 3.50        | 3.56         | 4.05        | 3.9285       | 4.65        | 4.3305       | 5.25        | 4.7325       |
|             |              | 4.10        | 3.9620       | 4.70        | 4.3640       | 5.30        | 4.7660       |
| 3.55        | 3.5935       | 4.15        | 3.9955       | 4.75        | 4.3975       | 5.35        | 4.7995       |
| 3.60        | 3.6270       | 4.20        | 4.0290       | 4.80        | 4.4310       | 5.40        | 4.8330       |
| 3.65        | 3.6605       | 4.25        | 4.0625       | 4.85        | 4.4645       | 5.45        | 4.8665       |
| 3.70        | 3.6940       | 4.30        | 4.0960       | 4.90        | 4.4980       | 5.50        | 4.9000       |

August 10, 1959

R. J. Connolly, Market Administrator

